

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF GAS COST ADJUSTMENT)	
FILING OF BURKESVILLE GAS)	CASE NO. 90-290-J
COMPANY, INC.)	

O R D E R

On October 28, 1992, in Case No. 90-290, the Commission required Burkesville Gas Company, Inc. ("Burkesville") to file a quarterly gas cost adjustment ("GCA") clause to ensure that its rates reflect its most current cost of gas.

On January 2, 1996, Burkesville filed its GCA to be effective from February 1, 1996 to May 1, 1996.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Burkesville's notice proposed revised rates designed to pass on expected increased wholesale gas cost to its customers. Burkesville's expected gas cost ("EGC") is \$4.156 per Mcf.

2. Burkesville had no supplier refunds. Its notice set out no refund adjustment.

3. Burkesville's notice set out a current quarter actual adjustment ("AA") of (.90) cent per Mcf to return over-recovered gas cost from August, September, and October 1995. The total AA of

(13.8) cents per Mcf reflects the current over-collection as well as under- and over-collections from previous quarters.

4. These adjustments produce a gas cost recovery rate of \$4.018 per Mcf, 6.9 cents more than the prior rate.

5. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be effective for service rendered on and after February 1, 1996.


IT IS THEREFORE ORDERED that:

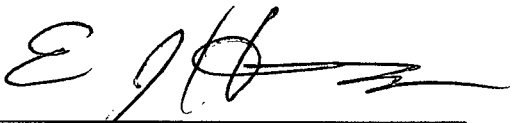
1. The rates in the Appendix to this Order are fair, just, and reasonable and are effective for service rendered on and after February 1, 1996.

2. Within 30 days of the date of this Order, Burkesville shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 1st day of February, 1996.

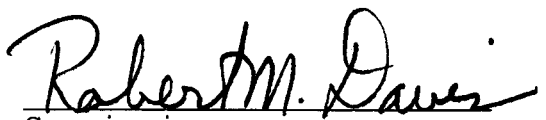
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commission

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 90-290-J DATED FEBRUARY 1, 1996

The following rates and charges are prescribed for the customers served by Burkesville Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES:

	<u>Base Rate</u>	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
Residential	\$3.524	\$4.018	\$7.542
Industrial	2.524	4.018	6.542